

WORKERS COMPENSATION FUND

PERFORMANCE REPORT FOR JUNE 2002

8/15/2002

	Assets as of June 30, 2002			* RATES OF TOTAL RETURN					
	EMV \$(000)	Actual Alloc	Policy Alloc	Quarter Ended				2002 FYTD	Year Ended 6/30/2001
				Jun-02	Mar-02	Dec-01	Sep-01		
LARGE CAP EQUITY									
Value									
LSV	16,748	1.8%	1.8%	-5.07%	9.19%	8.71%	-9.12%	2.41%	28.80%
RUSSELL 1000 VALUE				-8.52%	4.09%	7.37%	-10.95%	-8.96%	10.33%
Growth									
Alliance Capital	14,541	1.6%	1.8%	-17.65%	-5.94%	15.88%	-20.51%	-28.65%	-30.23%
RUSSELL 1000 GROWTH				-18.67%	-2.59%	15.14%	-19.41%	-26.49%	-36.18%
Core									
State Street	70,304	7.7%	8.4%	-13.42%	0.27%	10.67%	-14.68%	-18.03%	-15.00%
S&P 500				-13.40%	0.28%	10.69%	-14.68%	-17.99%	-14.83%
TOTAL LARGE CAP DOM. EQUITY	101,592	11.2%	12.0%	-12.80%	0.65%	11.16%	-14.82%	-16.89%	-9.87%
S&P 500				-13.40%	0.28%	10.69%	-14.68%	-17.99%	-14.83%
SMALL CAP EQUITY									
SEI Investments									
RUSSELL 2000 + 200 bp	52,094	5.7%	6.0%	-11.43%	2.34%	20.09%	-20.00%	-12.92%	N/A
				-8.18%	4.15%	21.26%	-20.62%	-7.96%	N/A
TOTAL SMALL CAP DOM. EQUITY	52,094	5.7%	6.0%	-11.43%	2.34%	20.09%	-19.93%	-12.85%	-4.21%
RUSSELL 2000				-8.35%	3.98%	21.09%	-20.79%	-8.59%	0.57%
CONVERTIBLES									
Trust Company of the West	100,843	11.1%	12.0%	-14.43%	-1.64%	12.40%	-15.83%	-20.37%	-15.57%
F.B. CONVERTIBLE SECURITIES INDEX				-8.47%	-0.16%	7.67%	-11.01%	-12.44%	-11.87%
INTERNATIONAL EQUITY- Core									
Capital Guardian	72,609	8.0%	8.0%	-7.58%	1.29%	14.00%	-17.63%	-12.10%	-24.42%
MSCI 50% HEDGED EAFE INDEX (1)				-7.12%	1.26%	8.60%	-16.41%	-14.62%	-20.41%
FIXED INCOME									
Core - Index									
Bank of North Dakota	155,477	17.1%		3.68%	-0.40%	0.02%	4.93%	8.38%	11.02%
BND Match CD's	8,023	0.9%		1.12%	1.14%	1.38%	1.39%	5.04%	5.88%
Total Bank of North Dakota	163,500	18.0%	17.7%	3.47%	-0.30%	0.10%	4.72%	8.14%	10.76%
LB GOVT/CORP				3.75%	-0.47%	0.06%	4.76%	8.24%	11.13%
Core Bond									
Western Asset	281,744	31.1%	29.5%	3.09%	0.50%	-0.16%	4.76%	8.36%	12.62%
LB AGGREGATE				3.69%	0.09%	0.05%	4.61%	8.62%	11.22%
BBB Average Quality									
Strong	112,230	12.4%	11.8%	0.05%	N/A	N/A	N/A	N/A	N/A
LB BAA BOND INDEX EX YANKEE BONDS				2.06%	N/A	N/A	N/A	N/A	N/A
TOTAL FIXED INCOME	557,474	61.4%	59.0%	2.59%	0.13%	-0.05%	4.76%	7.55%	11.77%
LB GOVT/CORP				3.75%	-0.47%	0.06%	4.76%	8.24%	11.13%
CASH EQUIVALENTS									
BND - Money Market Account	22,666	2.5%	3.0%	0.46%	0.48%	0.55%	0.90%	2.41%	5.85%
90 DAY T-BILLS				0.46%	0.43%	0.64%	1.08%	2.63%	5.90%
TOTAL FUND	907,279	100.0%	100.0%	-3.26%	0.25%	4.57%	-3.13%	-1.75%	1.38%
POLICY TARGET BENCHMARK				-1.47%	0.09%	4.21%	-2.80%	-0.11%	1.70%
TOTAL VALUE ADDED DUE TO									
Asset Mix				-1.58%	0.28%	-0.29%	0.71%	-0.88%	0.14%
Active Management				-0.25%	-0.12%	0.64%	-1.04%	-0.77%	-0.46%
Total Value Added				-1.82%	0.16%	0.35%	-0.32%	-1.65%	-0.31%

(1) Prior to October 1, 2000, the benchmark for this asset class was the MSCI *Unhedged* EAFE Index.

* NOTE: Monthly returns and market values are preliminary and subject to change.
Returns are net of management fees.